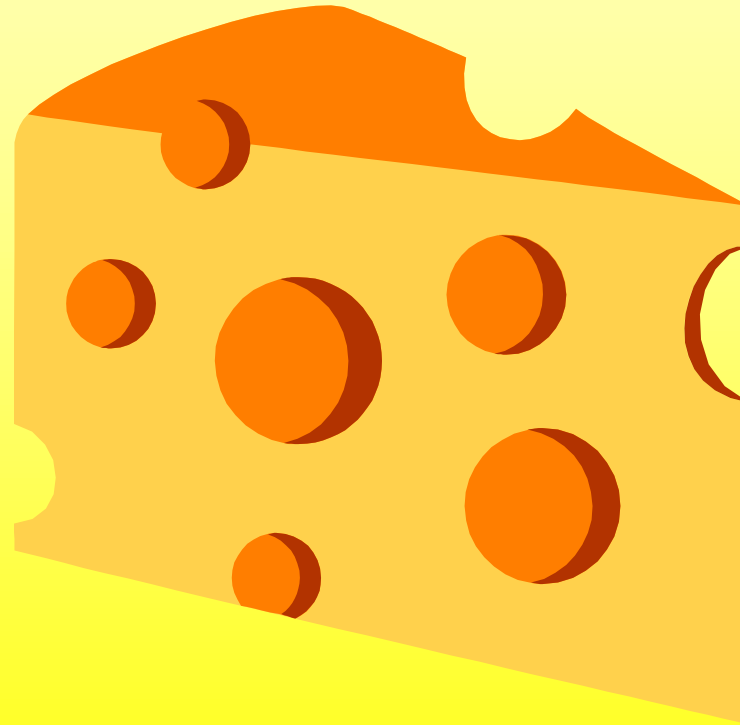


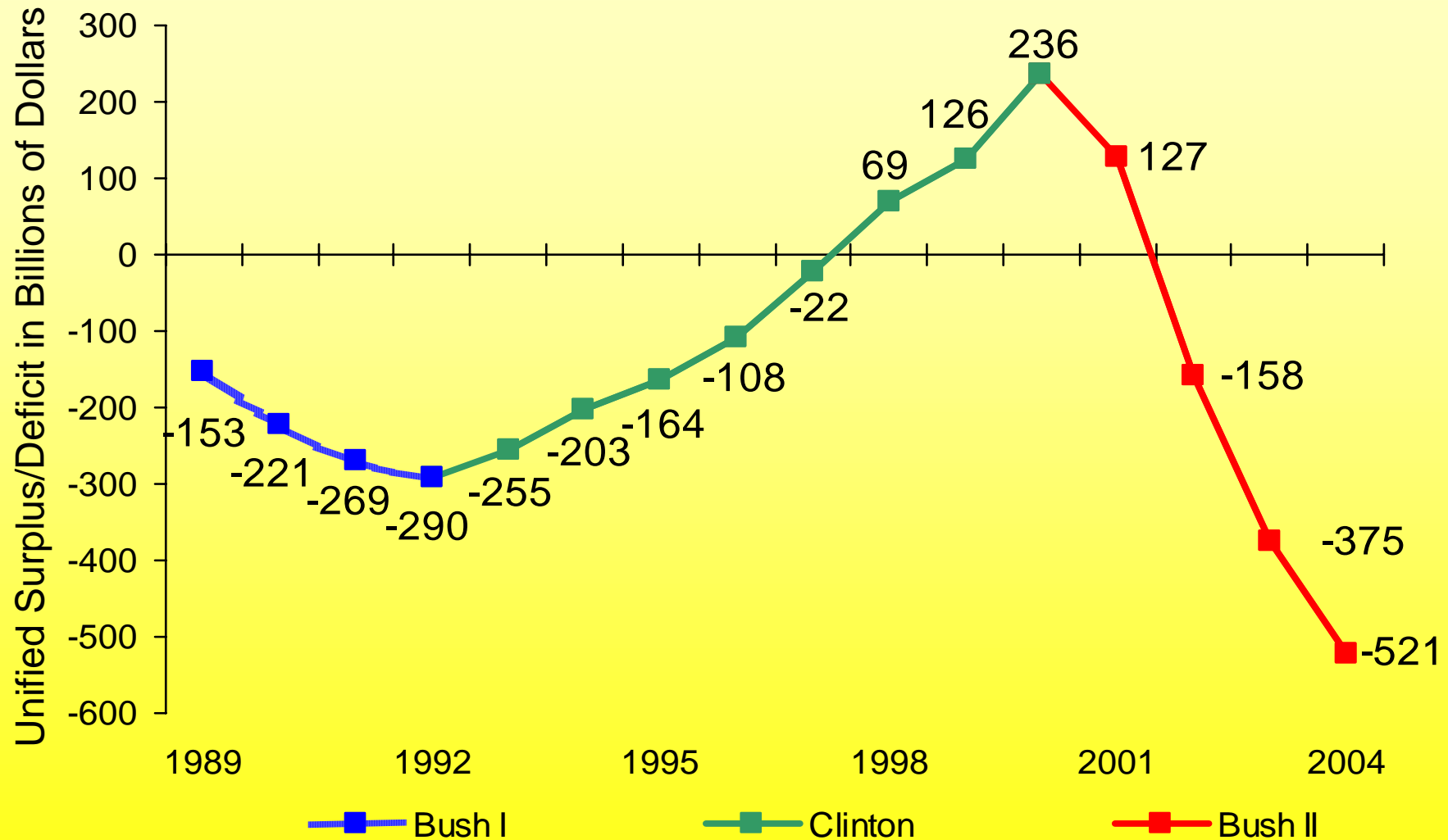
# The President's Budget

High Deficits, Heavy Debt, and Holes








# Backsliding Into the Deficit Ditch

From Deficit to Surplus to Deficit Again

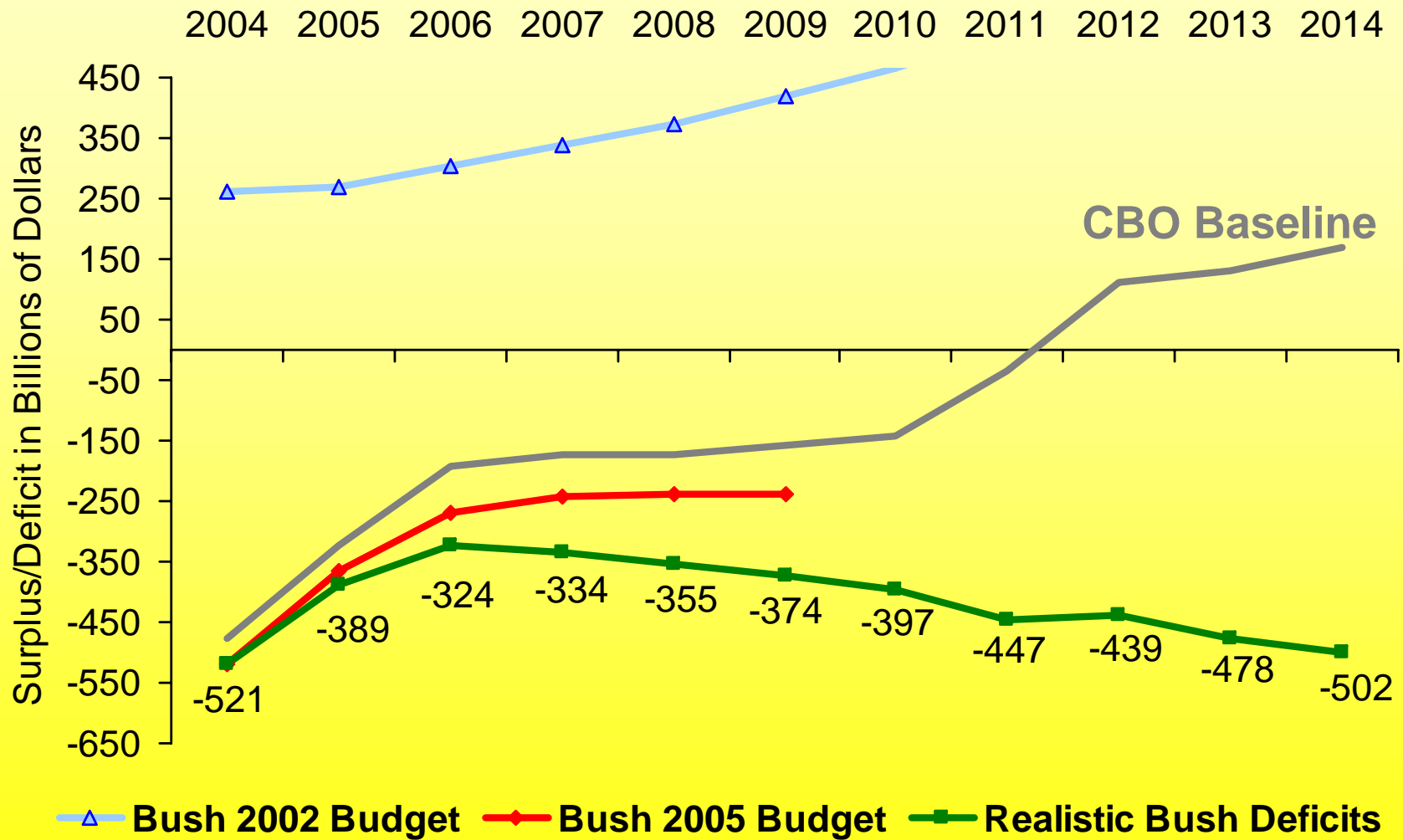


# Costs Omitted from Bush Budget



-  Numbers for the Second Five Years
-  Cost of Making Tax Cuts Permanent
-  Cost to Repair AMT
-  Additional Costs for Defense, Including Iraq and Afghanistan Operations
-  Genuine Offsets – Budget Uses Implausible Fees, Copays

# More Accurate Estimate Shows Even Bleaker Budget Outlook








CBO Baseline adjusted for  
President's omitted costs



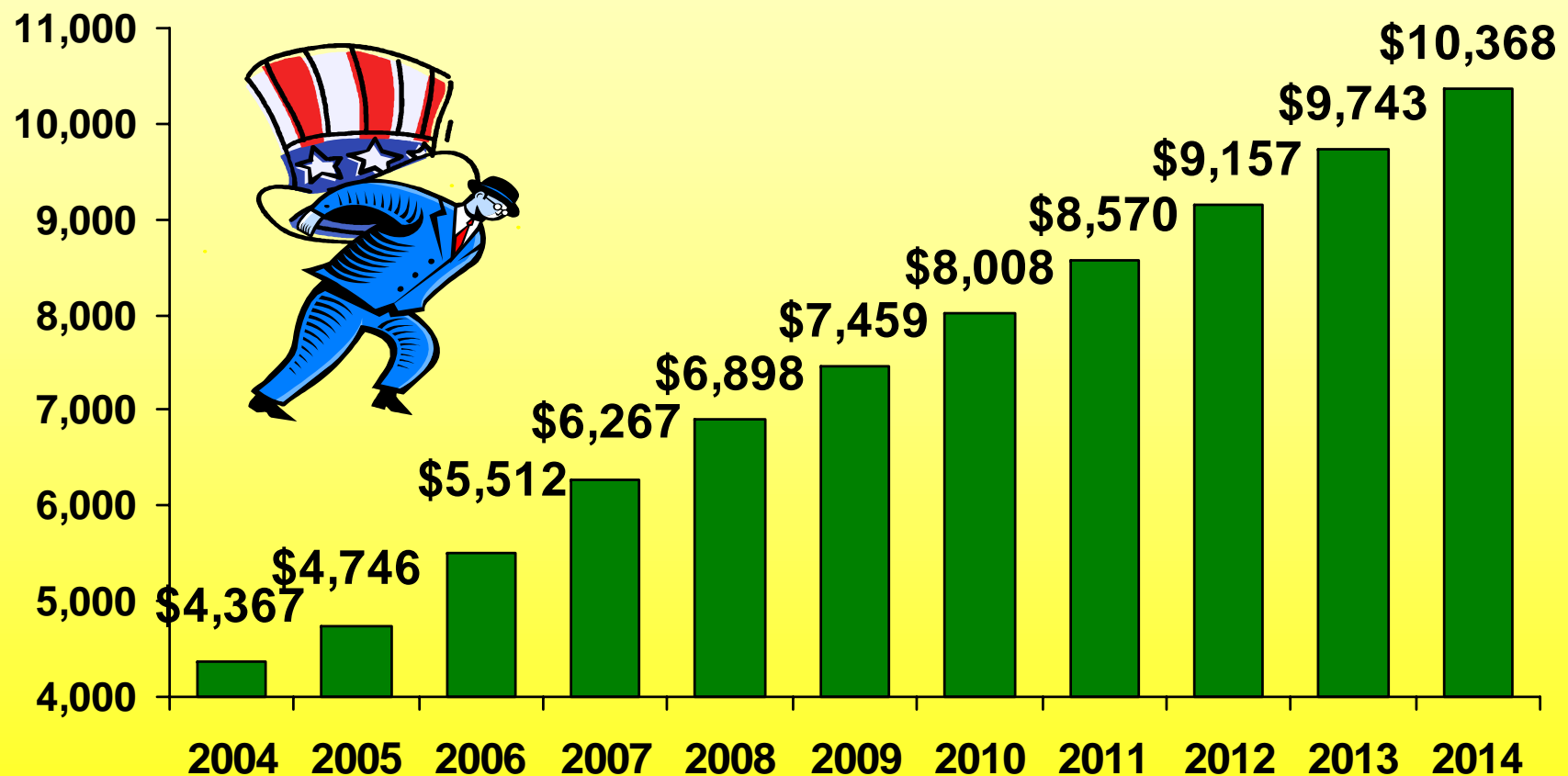
# Still More Costs Omitted from Bush Budget



-  Social Security Privatization
-  Lunar-Based Mission to Mars
-  Realistic Funding for the Energy Bill
-  Realistic Highway Funding
-  Tax Extenders and Other Tax Cuts

# Bush Budget Raises the Debt Tax

Federal Gross Interest per Family of Four



# Winners and Losers in Bush Budget

## Winners

- Affluent Americans: Another \$1.1 Trillion in Tax Cuts
- Polluters: EPA Cut \$606 Million
- Big Oil: Drilling in ANWR

## Losers

- Social Security & Medicare Solvency
- Middle-Class Families: No AMT Fix
- Environment
- Veterans: Health Care Cut \$257 Million, Fees & Copays Imposed
- Students: Pell Grant Frozen, NCLB Cut \$9.4 Billion Below Authorized Level
- Law Enforcement: \$1.0 Billion Cut